

TENNESSEE GENERAL ASSEMBLY  
FISCAL REVIEW COMMITTEE



**FISCAL MEMORANDUM**

**SB 1810 – HB 1745**

April 23, 2014

**SUMMARY OF ORIGINAL BILL:** Deletes, from current liquor-by-the-drink licensing law, three obsolete premier type tourist resort definitions.

FISCAL IMPACT OF ORIGINAL BILL:

NOT SIGNIFICANT

**SUMMARY OF AMENDMENTS (014400, 016637):** Amendment 014400 deletes all language after the enacting clause and authorizes a commercially-operated recreational facility in Cocke County meeting the specifications in the bill as amended, to be issued a license as a premier-type tourist resort for the purpose of selling liquor-by-the-drink.

Amendment 016637 adds language to the bill as amended authorizing premier-type tourist resorts licensed to sell alcoholic beverages to also sell beer if issued a permit by the applicable county or city in which the resort is located. The amendment also authorizes two entities in Campbell County meeting the specifications in the bill as amended, to be issued a license as premier-type tourist resorts for the purpose of selling liquor-by-the-drink.

**FISCAL IMPACT OF BILL WITH PROPOSED AMENDMENTS:**

**Increase State Revenue - \$900/One-Time/ABC Fund  
\$6,000/Recurring/ABC Fund**

Assumptions for the bill as amended:

- The bill as amended will authorize three entities to be licensed as premier-type tourist resorts.
- Each entity will be subject to an initial application fee of \$300 and a \$2,000 annual renewal fee to the Alcoholic Beverage Commission (ABC).

**SB 1810 – HB 1745**

- The one-time increase in state revenue to the ABC Fund is estimated to be \$900 (3 x \$300). The recurring increase in state revenue to the ABC Fund is estimated to be \$6,000 (3 x \$2,000).
- No additional personnel or resources will be required by ABC.
- The entities will be assessed state and local taxes on alcoholic beverage sales, a 15 percent liquor-by-the-drink tax on all alcoholic beverages sold, and any applicable county or privilege tax. These taxes will not have a significant state or local fiscal impact.

**CERTIFICATION:**

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink, appearing to read "Lucian D. Geise". The signature is fluid and cursive, with the first name "Lucian" written in a larger, more prominent script than the last name "Geise".

Lucian D. Geise, Executive Director

/cce